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| A. Project Opportunity Description: |
| A1. Project Name: |
| Creation of production of galvanized metal constructions of large overall dimensions on Free Economic Zone Gomel-Raton territory. |
| a. Short name: |
| Creation of production of galvanized metal constructions of large overall dimensions on Free Economic Zone Gomel-Raton territory. |
| b. Full name: |
| Creation of production of galvanized metal constructions of large overall dimensions on Free Economic Zone Gomel-Raton territory. |
| c. Summary description: |
| Organization of a new production of large overall dimensions products (measuring 12 meters) with anticorrosive coating is the aim of the present project. |
| A2. Progress Status: |
| Pre-investment stage. For the project realization a turnkey plant purchase is intended. CTI Systems Company (Luxembourg) will accomplish the design and delivery of the plant. |
| A3. Organizations involved and their roles: (contact person, telephone, fax, e-mail, web-site): |
| <ol style="list-style-type: none"> 1. The search of investor for the project realization is continued. 2. The initiator of the project - State Establishment Free Economic Zone Gomel-Raton Administration; 17, Fedyuninskogo str., 246061, Gomel, Republic of Belarus. Andrei N. Dovban, Investment Development Dpt. Tel.: (+375-232) 68-24-61, fax.: (+375-232) 68-27-21; e-mail: invest@gomelraton.com |
| A4. Project Description: |
| <p>Corrosion protection is necessary to increase metal constructions working life and functionality. Hot-dip galvanizing is the most widespread and effective method to protect ferrous metals against corrosion. The advantages of the method are the following:</p> <ul style="list-style-type: none"> - protective coat homogeneity on all the surface; - coating process doesn't cause damage of metal; - difficult details are easily galvanized; - the hot-dip galvanized details have longer working life; - protective zinc coats provide ferrous metals saving and decrease environmental pollution, increase the goods quality, decrease estimates on buildings, and equipment operation |
| A4a. Project cost (mln EUR): |
| 36,85 |
| A5. Background / history / overall program / related or similar projects: |
| The demand in corrosion-proof metal constructions of large overall dimensions is increased steady. There is no metal constructions galvanization in Belarus and Belarussian enterprises have to galvanize their production in Russia. These factors provide the outlook of the production organization in Belarus. |
| A6. Environmental impact summary: |
| The production will not have negative impact upon ecology. Galvanized metal constructions production is pollution-free and meets European standards. There in no harmful emissions to air, water and ground. Technological water will be used on closed cycle. |

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| A7. Possible obstacles / problems / risk assessment: |
| There are no obstacles for the project realization. |
| A8. Term of realization / term of recoupment (years): |
| 10/6 |
| A9. Project's branch: |
| Machine-building and metal working |

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| B. Capital Costs (additional requirements for the project): | |
| B1. Project physical components: | B2. Capital costs (mln EUR): |
| Technical project development | 0,65 |
| "Turn-key" plant purchase | 14,9 |
| Additional equipment purchase | 0,5 |
| Costs of supplying with gas and transport infrastructure, a compressed air plant purchase | 2,0 |
| The plant building | 4,2 |
| Total: | 22,25 |
| B3. Sub-projects on allocation: | B4. Project cost (mln EUR): |
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| C. Capital Resources Available from Sponsors / Proposers: | |
| C1. Resources "in kind", grants, investments, equity / ownership, etc.: | C2. Amount (mln EUR): |
| Own funds | 6,78 |

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| D. Required Financial Assistance: | | |
| D1. Financing gaps, type of financial assistance required: | | |
| Creation of legal entity with foreign capital | | |
| D2. Sources of finance: | D3. Type of investment: | D4. Amount (mln EUR): |
| Investor's funds | Investors' loan | 30,07 |
| D5. Finance institutions-participators on the project realization: | | |
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| E. Demand (users) and revenues: | |
| E1. Type of users / markets, volumes, pricing, revenues, quantifiable benefits / savings: | |
| Domestic and foreign enterprises will be the main consumers of metal constructions of large overall dimensions. | |
| E2. Revenues (Sales) | E3. Amount (mln EUR): |
| Profit earned from product sales | 574,8 |

| F. Operating and Maintenance Costs: | |
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| F1. Cost components, strategies for cost recovery, operating organizations, subsidies, etc.: | |
| New plant building is planned to organize the production | |
| F2. Cost Item: | F3. Amount (mln EUR): |
| Raw materials, materials, fuel, electric power for technological purpose | 421,1 |
| Stuff expenses | 41,7 |
| Amortization | 8,5 |
| Other | 7,0 |
| Total | 478,3 |

| G. Net Income Value: | |
|------------------------------|------------------------------|
| G1. Net Income Value: | G2. Amount (mln EUR): |
| Net profit | 96,5 |

| H. Project information source: |
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| H1. This form was completed by: |
| Andrei N. Dovban, Investment Development Dpt. Tel. +375 232 68-24-61, fax. +375 232 68-27-21 |
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| H4. Date: |
| October 2008 |
| H5. Supreme organization: |
| State Establishment Free Economic Zone Gomel-Raton Administration |